COOK, YANCEY, KING & GALLOWAY

A Professional Law Corporation
333 Texas Street, Suite 1700
Post Office Box 22260
Shreveport, Louisiana 71120-2260
www.cykg.com

J. William Fleming

Writer's Direct (318) 227-7724 fleming@cykg.com February 15, 2007

TELEPHONE (318) 221-6277 TELECOPIER (318) 227-7850

When calling relative to this matter refer to No. 1429

Honorable James H. Welsh Commissioner of Conservation P. O. Box 94275 Baton Rouge, Louisiana 70804-9275

RE:

James Formation, Reservoir A

Spider Field

DeSoto Parish, Louisiana

APPLICATION FOR PUBLIC HEARING

Dear Sir:

KCS Resources, Inc. hereby makes application pursuant to the revised rules of procedure for a public hearing to consider evidence relating to the following matters pertaining to the James Formation, Reservoir A, in the Spider Field, DeSoto Parish, Louisiana:

- 1. To establish two additional drilling and production units for the exploration for and production of gas and condensate from the James Formation, Reservoir A, in the Spider Field, DeSoto Parish, Louisiana, to be designated JAMES RA SUN and JAMES RA SUO, as shown outlined on the plat attached hereto and made a part hereof;
- 2. To force pool and integrate all of the separately owned tracts, mineral leases and other property interests located within the proposed units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation;
- 3. To designate the KCS Resources, Inc. Sustainable Forests 17 No. 1 Well as the unit well for JAMES RA SUN at the location shown on the attached plat and to designate KCS Resources, Inc. as operator of said unit;
- 4. Except to the extent inconsistent herewith, to extend the field rules established by Office of Conservation Order No. 92-M, effective March11, 2003, to the additional units for the James Formation, Reservoir A, in the Spider Field; and

COOK, YANCEY, KING & GALLOWAY

Office of Conservation February 15, 2007 Page 2

5. To consider and cover such other matters as the Commissioner of Conservation may deem appropriate and necessary under the circumstances.

The James Formation, Reservoir A, in the Spider Field, DeSoto Parish, Louisiana, was defined in Office of Conservation Order No. 92-M, effective March 11, 2003.

Any pertinent data relating to this matter can be obtained at the cost of the requesting party, from Mr. Ron Tuminello, 416 Travis Street, Suite 804, Shreveport, Louisiana 71101, at telephone number (318) 425-4789.

A pre-application notice letter dated January 30, 2007, was circulated to the Commissioner of Conservation and to all Interested Owners, Represented Parties and Interested Parties. There was no request received for a conference.

The list which is attached to the copy of this letter being mailed to the Office of Conservation includes the names of all Interested Owners, Represented Parties and Interested Parties known to Applicant after a diligent search. A copy of this notice, with plat attached, is being sent to each party on the list. Pursuant to Office of Conservation regulations, the list of parties is being furnished only to the Commissioner of Conservation and to the District Manager of the Shreveport District of the Office of Conservation; however, the list of parties will be provided to any person requesting a copy of it. Enclosed with the copy of this letter being sent to the Office of Conservation is a check for the application fee.

Yours very truly,

COOK, YANCEY, KING & GALLOWAY

jwf:s

Enclosures

cc: James C. Broussard, District Manager

Interested Owners, Represented Parties and Interested Parties

Mr. Ron Tuminello Mr. Craig Barclay

